AMENDMENTS TO LB997

Introduced by Business and Labor

1 1. Strike the original sections and insert the following

2 new sections:

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3 Section 1. Section 48-622.01, Revised Statutes Cumulative

4 Supplement, 2012, is amended to read:

5 48-622.01 (1) There is hereby created in the state

6 treasury a special fund to be known as the State Unemployment

7 Insurance Trust Fund. All state unemployment insurance tax

8 collected under sections 48-648 to 48-661, less refunds, shall be

9 paid into the fund. Such money shall be held in trust for payment

10 of unemployment insurance benefits. Any money in the fund available

for investment shall be invested by the state investment officer

12 pursuant to the Nebraska Capital Expansion Act and the Nebraska

State Funds Investment Act, except that interest earned on money in

14 the fund shall be credited to the Nebraska Training and Support

Trust Fund through June 30, 2015, and thereafter to the Nebraska

16 Training and Support Cash Fund at the end of each calendar quarter.

17 (2) The commissioner shall have authority to determine

18 when and in what amounts withdrawals from the State Unemployment

19 Insurance Trust Fund for payment of benefits are necessary. Amounts

withdrawn for payment of benefits shall be immediately forwarded

21 to the Secretary of the Treasury of the United States of America

to the credit of the state's account in the Unemployment Trust

23 Fund, provisions of law in this state relating to the deposit,

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1 administration, release, or disbursement of money in the possession

- 2 or custody of this state to the contrary notwithstanding.
- 3 (3) If and when the state unemployment insurance tax
- 4 ceases to exist as determined by the Governor, all money then in
- 5 the State Unemployment Insurance Trust Fund less accrued interest
- 6 shall be immediately transferred to the credit of the state's
- 7 account in the Unemployment Trust Fund, provisions of law in
- 8 this state relating to the deposit, administration, release, or
- 9 disbursement of money in the possession or custody of this state
- 10 to the contrary notwithstanding. The determination to eliminate the
- 11 state unemployment insurance tax shall be based on the solvency
- 12 of the state's account in the Unemployment Trust Fund and the
- 13 need for training of Nebraska workers. Accrued interest in the
- 14 State Unemployment Insurance Trust Fund shall be credited to the
- 15 Nebraska Training and Support Trust Fund through June 30, 2015, and
- 16 thereafter to the Nebraska Training and Support Cash Fund.
- 17 (4) Upon certification from the commissioner that
- 18 disallowed costs by the United States Department of Labor for
- 19 FY2007-08, FY2008-09, and FY2009-10, or any one of them, have
- 20 been reduced to an amount certain by way of settlement or final
- 21 judgment, the State Treasurer shall transfer the amount of such
- 22 settlement or final judgment from the State Unemployment Insurance
- 23 Trust Fund to the Employment Security Special Contingent Fund. The
- 24 total amount of such transfers shall not exceed \$2,816,345. The
- 25 amount of the reappropriation of Federal Funds appropriated in
- 26 FY2004-05 under section 903(d) of the federal Social Security Act
- 27 shall be reduced by the amount transferred.

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1 Sec. 2. Section 48-622.02, Revised Statutes Cumulative

- 2 Supplement, 2012, is amended to read:
- 3 48-622.02 (1) Until July 1, 2015:

4 (1) (a) There is hereby created in the state treasury 5 a special fund to be known as the Nebraska Training and Support Trust Fund. Any money in the fund available for investment shall be 6 7 invested by the state investment officer pursuant to the Nebraska 8 Capital Expansion Act and the Nebraska State Funds Investment Act. 9 All money deposited or paid into the fund is hereby appropriated 10 and made available to the commissioner. No expenditures shall 11 be made from the fund without the written authorization of the 12 Governor upon the recommendation of the commissioner. Any interest earned on money in the State Unemployment Insurance Trust Fund 13 14 shall be credited to the Nebraska Training and Support Trust Fund; -15 (2) (b) Money in the Nebraska Training and Support 16 Trust Fund shall be used for (a) (i) administrative costs 17 of establishing, assessing, collecting, and maintaining state unemployment insurance tax liability and payments, (b) (ii) 18 19 administrative costs of creating, operating, maintaining, and 20 dissolving the State Unemployment Insurance Trust Fund and the Nebraska Training and Support Trust Fund, (e) (iii) support 21 22 of public and private job training programs designed to train, 23 retrain, or upgrade work skills of existing Nebraska workers of 24 for-profit and not-for-profit businesses, (d) (iv) recruitment of 25 workers to Nebraska, (e) (v) training new employees of expanding 26 Nebraska businesses, (f) (vi) the costs of creating a common web 27 portal for the attraction of businesses and workers to Nebraska,

- 1 and (g) (vii) payment of unemployment insurance benefits if
- 2 solvency of the state's account in the Unemployment Trust Fund and
- 3 of the State Unemployment Insurance Trust Fund so require; and-
- 4 (3) (c) There is hereby created within the Nebraska
- 5 Training and Support Trust Fund a separate account to be known
- 6 as the Administrative Costs Reserve Account. Money shall be
- 7 allocated from the Nebraska Training and Support Trust Fund to
- 8 the Administrative Costs Reserve Account in amounts sufficient to
- 9 pay the anticipated administrative costs identified in subdivisions
- 10 (2)(a) through (g) subdivision (1)(b) of this section. The
- 11 administrative costs determined to be applicable to creation and
- 12 operation of the State Unemployment Insurance Trust Fund and the
- 13 Nebraska Training and Support Trust Fund shall be paid out of the
- 14 Administrative Costs Reserve Account.
- 15 <u>(2) On and after July 1, 2015:</u>
- 16 (a) The Nebraska Training and Support Cash Fund is
- 17 created. Any money in the fund available for investment shall be
- 18 invested by the state investment officer pursuant to the Nebraska
- 19 Capital Expansion Act and the Nebraska State Funds Investment
- 20 Act. On July 1, 2015, the State Treasurer shall transfer any
- 21 money in the Nebraska Training and Support Trust Fund to the
- 22 Nebraska Training and Support Cash Fund. No expenditures shall
- 23 be made from the Nebraska Training and Support Cash Fund without
- 24 the written authorization of the Governor upon the recommendation
- 25 of the commissioner. Any interest earned on money in the State
- 26 Unemployment Insurance Trust Fund shall be credited to the Nebraska
- 27 Training and Support Cash Fund;

1 (b) Money in the Nebraska Training and Support Cash 2 Fund shall be used for (i) administrative costs of establishing, 3 assessing, collecting, and maintaining state unemployment insurance tax liability and payments, (ii) administrative costs of creating, 4 5 operating, maintaining, and dissolving the State Unemployment 6 Insurance Trust Fund and the Nebraska Training and Support Cash 7 Fund, (iii) support of public and private job training programs 8 designed to train, retrain, or upgrade work skills of existing 9 Nebraska workers of for-profit and not-for-profit businesses, (iv) 10 recruitment of workers to Nebraska, (v) training new employees of expanding Nebraska businesses, (vi) the costs of creating a 11 12 common web portal for the attraction of businesses and workers to 13 Nebraska, and (vii) payment of unemployment insurance benefits if 14 solvency of the state's account in the Unemployment Trust Fund and 15 of the State Unemployment Insurance Trust Fund so require; and 16 (c) The Administrative Costs Reserve Account is created 17 within the Nebraska Training and Support Cash Fund. Money shall be allocated from the Nebraska Training and Support Cash Fund to 18 19 the Administrative Costs Reserve Account in amounts sufficient to pay the anticipated administrative costs identified in subdivision 20 21 (2) (b) of this section. Sec. 3. Section 48-622.03, Reissue Revised Statutes of 22 23 Nebraska, is amended to read: 48-622.03 (1) There is hereby created as of January 24 25 1, 1996, the Nebraska Worker Training Board consisting of seven 26 members appointed and serving for terms determined by the Governor 27 as follows:

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1 (a) A representative of employers in Nebraska;

- 2 (b) A representative of employees in Nebraska;
- 3 (c) A representative of the public;
- 4 (d) The Commissioner of Labor or a designee;
- 5 (e) The Director of Economic Development or a designee;
- 6 (f) The Commissioner of Education or a designee; and
- 7 (g) The chairperson of the governing board of the
- 8 Nebraska Community College Association or a designee.
- 9 (2) Beginning July 1, 1996, and annually thereafter,
- 10 the Governor shall appoint a chairperson for the board. The
- 11 chairperson shall be either the representative of the employers,
- 12 the representative of the employees, or the representative of the
- 13 public.
- 14 (3) Beginning July 1, 1996, and annually thereafter
- 15 through June 30, 2015, the board shall prepare an annual program
- 16 plan for the upcoming fiscal year containing guidelines for the
- 17 program financed by the Nebraska Training and Support Trust Fund.
- 18 Beginning July 1, 2015, and annually thereafter, the board shall
- 19 prepare an annual program plan for the upcoming fiscal year
- 20 containing guidelines for the program financed by the Nebraska
- 21 Training and Support Cash Fund. The guidelines shall include, but
- 22 not be limited to, guidelines for certifying training providers,
- 23 criteria for evaluating requests for the use of money under section
- 24 48-622.02, and guidelines for requiring employers to provide
- 25 matching funds. The guidelines shall give priority to training
- 26 that contributes to the expansion of the Nebraska workforce and
- 27 increasing the pool of highly skilled workers in Nebraska.

- 1 (4) Beginning September 1, 1997, and annually thereafter,
- 2 through June 30, 2015, the board shall provide a report to
- 3 the Governor covering the activities of the program financed by
- 4 the Nebraska Training and Support Trust Fund for the previous
- 5 fiscal year. Beginning July 1, 2015, and annually thereafter,
- 6 the board shall provide a report to the Governor covering the
- 7 activities of the program financed by the Nebraska Training and
- 8 Support Cash Fund for the previous fiscal year. The report shall
- 9 contain an assessment of the effectiveness of the program and its
- 10 administration.
- 11 Sec. 4. Original section 48-622.03, Reissue Revised
- 12 Statutes of Nebraska, and sections 48-622.01 and 48-622.02, Revised
- 13 Statutes Cumulative Supplement, 2012, are repealed.